SEPT. 1948

CLASSIFICATION CONFIDENTIAL Approved For Release 2001/11/23: CIA-RDP82-00457R002200460008_3 25X1A CENTRAL INTELLIGENCE AGENCY REPORT NO.

INFORMATION REPORT

CD NO.

COUNTRY China

High Cost of CHANG Chih-chung's

DATE DISTR.

10 Jan 1949

SUBJECT

"Cultural Program" in Sinkiang

NO. OF PAGES

PLACE **ACQUIRED**

DATE OF INF

25X1A

Decument Ne. NO CHANGE in Class. NO. OF ENCLS. (LISTED BELOW)

SUPPLEMENT TO

DECLASSIFIED

25X1A

REPORT NO.

Class. CHANGED TO: TS

25X1X

- 1. Expenses for the "cultural program" conducted by CHANG Chih-chung in Sinkiang continued in October 1948 to take the major share of the provincial budget. In order to meet the deficit and to keep the "cultural program" in operation, the authorities decided on the following measures, which were to become effective 10 November 1948:
 - a. A 25 percent cut in the living allowance for provincial and haien employees, and a considerable reduction in their rice ration.
 - b. Limitation of expenditures for reconstruction projects to the amount budgeted.
 - * c. Abolition of unnecessary functions of the government and dismissal of employees.

It was estimated that one million gold yourn would be saved by these measures. The monthly expenses would then remain at approximately three million gold yuan. As of October 1948 Sinkiang's allowance from Central Government funds was five times that received by most other provinces.

- 2. The following organizations are among those concerned in the "cultural program."
 - The Sinkiang Daily (Hsin Chiang Jih Pao, published in both Chinese and Uighur languages) publishes pro-Soviet and pro-CHANG propaganda, under the auspices of the Sinkiang Provincial Publicity Committee.
 - The Northwest Cultural Reconstruction Association, established by the Northwest High Military and Political Officials' Association, spensors all kinds of social functions, concerts and exhibitions.

WARNING NOTICE: THIS DISTRIBUTION LISTING MUST BE

		CLASSIEICAŢIC	isc N	D BEFORE PUBLIC RELEASE 200 HELEASE 200 HELEASE	SF OF THE	1_2	عرادا الالجما	* .	
STATE	#X NAVY A	pproved for Ke	lea	SE 200 BISTARBUTONA-RDP	32-00457K)U 2	20040000	0-3	
ARMY	√ X AIR	X FBI							

CONFIDENTIAL

CENTRAL INTELLIGENCE AGENCY

25X1A

-2-

- c. The Political Affairs Department of the Officials' Association sponsors plays, musical programs and exhibitions for the purpose of "comforting troops" and bettering relations between the officials and the people. The theaters and moving picture houses in Tihua and Lanchou are controlled by the Political Affairs Department. This department also sponsors the exchange of dramatic and cultural groups between Tihua and the coastal cities, at great expense.
- 3. In connection with the "cultural program" two large centers have been erected in Tihua and a third was under construction in October 1948. The most imposing of these, the Tien Shan House, is the largest building in the Northwest. The ground floor consists of a large dance hall, dining rooms and parlors; on the second floor is an auditorium with seating capacity for a thousand persons; the top floor serves as a guest house for prominent visitors. The Tihua Moving Picture Theater was newly finished in October 1948. The Cultural Auditorium, a smaller building under construction, was to house a moving picture theater, dance hall, club rooms, a library and a restaurant.

ILLEGIB

ILLEGIB

CONFIDENTIAL